

MAY 1999 TAX FACTS

SUMMARY OF GENERAL FUND REVENUES

	<u>May 1999</u>	Fiscal Year <u>Total</u>
Individual Income Tax		
Net Collections	\$114,725,418	\$1,582,538,650
Percent Change	98.2%	12.5%
Corporate Income Tax		
Net Collections	\$34,514,971	\$433,152,787
Percent Change	123.4%	0.1%
Transaction Privilege, Severance & Use Taxes		
Net Collections	\$223,408,438	\$2,343,550,350
Change	11.4%	8.6%
Total Big Three Tax Types		
Net Collections	\$372,648,827	\$4,359,241,787
Percent Change	36.0%	9.0%

TAX FACTS

May 1999

INDIVIDUAL INCOME TAX

Individual Income Tax Receipts

	May 1999	May 1998	% Change
Gross Collections	\$72,556,032	\$30,472,878	138.1%
Withholding	\$190,999,743	\$161,950,890	17.9%
Refunds	(\$120,471,136)	(\$110,274,106)	9.2%
Urban Revenue Sharing	(\$28,359,221)	(\$24,270,298)	16.8%
Net Collections	\$114,725,418	\$57,879,363	98.2%
	Fiscal Year Total	Fiscal Year Total	% Change
Gross Collections	\$688,914,380	\$588,630,756	17.0%
Withholding	\$1,885,661,755	\$1,696,169,977	11.2%
Refunds	(\$680,086,050)	(\$611,385,427)	11.2%
Urban Revenue Sharing	(\$311,951,435)	(\$266,973,279)	16.8%
Net Collections	\$1,582,538,650	\$1,406,442,027	12.5%

Federal Retiree Program

The Federal Retiree Project is drawing to a close. Refunds sent out directly as a result of the Federal Retiree Program is \$1716 for May and \$0.839 million for the fiscal year. The total revised estimated cost of the FRP project is \$162.1 million. The estimate for the final credit payout for the remaining credit holders is \$.151 million.

Federal Employees Retirement Contribution Program

The Federal Employees Retirement Contribution Project is also nearing completion. There were no refunds issued as a result of the FERC project in May, therefore, the fiscal year total remains at \$0.432 million. Additionally, no available credits were used to cover outstanding agency debts. The law firm of Bonn, Lusher, Padden & Wilkins has obtained a temporary restraining order requiring the department to withhold 20% of each claimants refund based on the law firm's claim that they should be entitled to fees from each claimant that benefited from their work. This amount remains at \$0.088 million for the fiscal year.

Individual Income Tax Document Count

In calendar year 1998, the following individual income tax returns were filed:

	140X	140	140NR	140PY	140NPR	141	140A	140PTC	TOTAL
#	38,237	1,142,300	66,008	102,748	280	38,999	569,223	18,721	1,976,516
%	1.9	57.8	3.3	5.2	0.0	2.0	28.8	0.9	

In calendar year 1999 the number of returns filed, and processed, are as follows:

	140X	140	140NR	140PY	140NP R	141	140A	140PTC	140EZ	TOTAL
#	19,252	1,074,848	46,135	87,612	29	23,012	303,304	16,690	140,849	1,711,731
%	1.1	62.8	2.7	5.1	0.0	1.3	17.7	1.0	8.2	

The 1,711,731 returns filed through May 1999 compares to 1,580,377 filed through May 1998, an annual increase of 8.3%. This count represents multiple tax years. For tax year 1998 filed in 1999, 1,667,373 returns have been filed, an increase of 8.5% from 1997 returns filed in 1998 for the same period of time.

Year-Over-Year Comparison of Resident Taxpayers

Comparisons of Federal Adjusted Gross Income (FAGI) and tax liability growth between two tax years can be made from taxpayers who have filed for both calendar years to be compared and who have indicated the same marital status on the tax returns for both years. The Department of Revenue has received 1,117,286 returns in calendar year 1999 for tax year 1998 from filers who also have returns on record from calendar year 1997 with the same marital status. On average, these filers experienced a 6.4% growth in FAGI and a 6.6% increase in tax liability. More specifically, 32.7% of these filers experienced a decrease in tax liability, on average a decrease of 35.5% with a corresponding average decrease in FAGI of 19.4%. Filers showing an increase in tax liability totaled 620,117, or 55.5%, with an average FAGI increase of 26.9% and an average tax liability increase of 46.8%.

Average Individual Income Tax Refund

	Average	Number
1999	\$795.58	17,587
1998	\$595.08	22,567
% Change	33.7%	(22.1%)

"New" Filers in Calendar Year 1999

Table 1 attached to this report, presents the number of "new" returns filed in calendar year 1999 through the end of May. "New" returns are for those filers who did not file in the previous calendar year. Therefore, these filers could be new full-year residents of Arizona, or they may be newly required to file an individual income tax return. (The filer may not have earned enough income in the previous year to file, such as a recent graduate just entering the work force.) The table indicates that 171,220 "new" returns have been filed thus far in 1999, representing approximately 211,695 persons, not including dependents. The average Federal Adjusted Gross Income for these 171,220 returns is \$19,128, with an average tax liability of \$301. The right half of this table presents characteristics of the filers represented on the returns. Of all "new" returns, 22.4% had a married filing joint filing status, 9.1% claimed a 65 And Over Exemption and 41.3% claimed dependents.

Individual Income Tax Estimated Payments

Beginning in 1990, individuals are required to make estimated payments to Arizona if their Arizona gross income will exceed \$75,000, in an amount which will represent unpaid tax liability at the end of the taxpayer's tax year. The total estimated payments on the 140ES for tax year 1998 were \$326.9 million, for an average of \$1,702. A total additional \$52.6 million in estimated payments was received as refunds on the 1997 tax returns applied to 1998 estimates, for an average of \$1,759.

5/99	140ES payment	\$17,630,815	Cumulative	\$45,667,771
5/98	140ES payment	\$19,654,183	Cumulative	\$40,180,126
	percent change	(10.3%)		13.7%
5/99	Average payment	\$1,274	Cumulative	\$1,049
5/98	Average payment	\$1,062	Cumulative	\$977
	percent change	20.0%		7.4%
5/99	applied refund	\$8,143,476	Cumulative	\$18,061,163
5/98	applied refund	\$8,255,271	Cumulative	\$16,932,609
	percent change	(1.4%)		6.7%
total 5/99		\$25,774,291	Cumulative	\$63,728,934
total 5/98		\$27,909,454	Cumulative	\$57,112,736
	percent change	(7.7%)		11.6%

Withholding

Withholding payments are received from employers and applied towards a specific quarter for the designated year. Information is gathered for 15 months for any given quarter. For example, from January 1997 through March 1998, \$403,625,797 was received for the first quarter of 1997. The latest complete quarter (15 months of information has been compiled) is the first quarter of 1998, which shows a growth rate of 10.8% in withholding payments over the first quarter of 1997. Growth in quarters for which information is still being gathered is as follows:

2 nd Quarter 1998	13.2%	1 st Quarter 1999	6.4%
3 rd Quarter 1998	11.3%	2 nd Quarter 1999	13.5%
4 th Quarter 1998	11.1%		

The comparisons made above were against the same number of months of collections in the previous year. In other words, the fifteenth month of information available for the fourth quarter of 1998 was compared against the fifteenth month of collections for fourth quarter 1997. Current choices for withholding are 0%, 10%, 17%, 20%, 22%, 28% or 32% as the percent of federal taxes to be withheld for state taxes. The 0% option is only available to those individuals who had no liability in the prior tax year and expect no tax liability for the current year.

Property Tax Credits

Arizona allows a refundable property tax credit if you are age 65 or older or if you received Title 16, SSI payments. Additionally, your household income must be below \$3,751 if you live alone, or \$5,501 if you live with another person, to qualify for this credit. The maximum credit is \$502.

	Number	\$	Average
Calendar Year 1999	16,143	4,962,358	307.40
Calendar Year 1998	17,311	5,204,279	300.63
% Change	(6.7%)	(4.6%)	2.3%

Contributions on the Individual Income Tax Return

Through May 1999 the following contributions have been made by individual income tax return filers

	Number	Amount	Average
Wildlife	11,310	\$147,794	\$13.07
Child Abuse	12,247	\$184,701	\$15.08
Special Olympics	6,010	\$65,647	\$10.92
Neighbors Helping	3,985	\$37,547	\$9.42
AID to Education	308	\$34,279	\$111.30
Domestic Violence Shelter	9,487	\$129,686	\$13.67

Democratic Party	800	\$11,616	\$14.52
Republican Party	552	\$10,067	\$18.24
Libertarian Party	167	\$2,465	\$14.76
Reform Party	39	\$577	\$14.79

CORPORATE INCOME TAX

Corporate Income Tax Receipts

	May 1999	May 1998	% Change
Gross Collections	\$39,696,723	\$20,720,955	91.6%
Refunds	(\$5,181,751)	(\$5,273,359)	(1.7%)
Net Collections	\$34,514,971	\$15,447,596	123.4%

	Fiscal Year Total	Prior Fiscal Year Total	% Change
Gross Collections	\$525,498,466	\$530,360,759	(0.9%)
Refunds	(\$92,345,679)	(\$97,567,618)	(5.4%)
Net Collections	\$433,152,787	\$432,793,141	0.1%

Corporate Estimated Payments

Corporations are required to file estimated tax payments throughout the year only if (1) their Arizona tax liability exceeds \$1,000 and (2) they are required to file federal estimated tax payments.

May 1999	\$19,304,364	Calendar Year Total	\$157,857,209
May 1998	\$13,321,716	Calendar Year Total	\$147,783,387
& Change	44.9%	% Change	6.8%

All corporations with an income tax liability of \$20,000 or greater are required to make their estimated tax payments through electronic funds transfer (eft). The table below shows the number of these eft estimated payments, by size of payment, for May 1999 and for the fiscal year.

Size of Payment ➔	Less than \$50,000	\$50,000 up to \$100,000	\$100,000 up to \$500,000	\$500,000 up to \$1,000,000	\$1,000,000 up to \$10,000,000	\$10,000,000 and more	Total	% chg
May 1999	76	9	16	5	2	0	108	(3.6)
May 1998	78	13	16	3	2	0	112	
CY 1999	981	125	130	23	13	1	1,273	2.3
CY 1998	909	144	151	26	13	1	1,244	

Corporate Refunds

Corporate refunds paid in any state fiscal year are for a mixture of corporate fiscal years. The table below presents the percent of refunds paid in FY 98/99 by corporate fiscal year. For example, in FY 97/98, 2.8% of the refund dollars paid were for corporate fiscal years ending in 1993 or before. The percentages are for refunds paid through the fiscal year.

Corporate Fiscal Year-End:	93 & Prior	94	95	96	97	98
FY 97/98	2.8%	3.5%	5.4%	70.9%	16.9%	0.5%

Corporate Fiscal Year-End:	94 & Prior	95	96	97	98	99
FY 98/99	3.8%	1.4%	3.7%	68.5%	22.3%	0.3%

The corporate refunds shown above are those refunds for which a check is mailed to the corporation. Sometimes corporations choose to apply their refund as an estimated payment. The following table present information on refunds applied as estimated payments in the most recent month and for the calendar year.

May 1999	\$4,658,452	Calendar Year Total	\$22,091,683
May 1998	<u>\$4,126,583</u>	Calendar Year Total	<u>\$17,780,468</u>
% Change	12.9%	% Change	24.2%

Corporate Income Tax Document Count

The Arizona Department of Revenue received 91,679 corporate returns showing a fiscal year-end of 1997. The type of return received is indicated below:

	120X (amended)	120 (regular)	120S (S corp)	99T (exempt org.)
#	464	51,681	39,178	356
%	0.5	56.4	42.7	0.4

Through May 1999, 58,210 documents have been received for a fiscal year-end of 1998, distributed as follows:

	120 X (amended)	120 (regular)	120S (S corp)	99T (exempt org.)
#	103	31,148	26,796	163
%	0.2	53.5	46.0	0.3

The figures shown above for the 1998 returns are most meaningful when compared to 1997 returns received during the same period of time in the previous year. Through May 1998 the Arizona Department of Revenue received 53,876 documents with a fiscal year-end of 1997. This represents an increase of 8.0% in corporate returns received at this point of time in the calendar year.

Urban Revenue Sharing Returned to Cities/Towns

Incorporated cities and towns receive a share of net individual and corporate income tax collections, called Urban Revenue Sharing. The amount of money to be distributed is 15.0% of net income tax collections two years earlier. For example, the money being distributed in Fiscal Year 1998/1999 is based on net income tax collections in Fiscal Year 1996/1997. Amounts returned for May 1999 are shown on Table 2, at the end of this report.

TRANSACTION PRIVILEGE, SEVERANCE AND USE TAXES

Transaction Privilege, Severance and Use Tax Receipts

The Arizona transaction privilege and severance tax consists of many categories of tax. These categories include retail, contracting, amusements, restaurants and bars, hotel/motel and mining severance tax. The collections for all such categories are divided, per statute, into two parts. One part is called distribution base; the other part is known as non shared. The division of collections into these two parts varies from category to category. For example, retail sales tax is 40% distribution base and 60% non shared. In contrast, contracting is 20% distribution base and 80% non shared. Mining severance is 80% distribution base and 20% non shared. Use tax is 100% non shared.

At the close of each month, the computer aggregates transaction privilege and severance tax collections by category and calculates total distribution base and non shared portions. The amount shown as "Use Tax" in the table below includes use tax, use inventory tax, jet fuel use tax, and over 10 million gallon jet fuel use tax. The "Other Revenue" category includes county excise, road, jail and hospital taxes and various other excise taxes, such as the 911 excise tax.

	May 1999	May 1998	% change
Distribution Base	\$95,522,400	\$87,409,139	9.3
Non shared	177,359,586	159,256,483	11.4
Use Tax	13,103,177	11,198,483	17.0
Other Revenues	35,192,814	25,113,479	40.1
Total Collections	\$321,177,977	\$282,977,585	13.5

	Fiscal Year Total (98/99)	Fiscal Year Total (97/98)	% change
Distribution Base	\$994,106,827	\$927,603,682	7.2
Non shared	1,865,605,224	1,714,184,623	8.8
Use Tax	135,077,683	124,377,541	8.6
Other Revenues	321,132,123	319,324,979	0.6
Total Collections	\$3,315,921,856	\$3,085,490,824	7.5

Distribution of Transaction Privilege, Severance and Use Tax Receipts

Of the distribution base portion of transaction privilege and severance taxes, described above, 25% is returned to incorporated cities/towns, 40.51% is returned to counties and 34.49% goes to the state general fund. All of the non shared portion and use tax is deposited into the general fund. Therefore, the "Retained By State" figure presented below includes all non shared portion of transaction privilege and severance tax, use tax and 34.49% of the distribution base collections. "Other" revenues are returned to the administering authority.

	May 1999	May 1998	% change
Retained by State	\$223,408,438	\$200,602,378	11.4
Returned to Counties	38,696,124	35,409,442	9.3
Returned to Cities	23,880,600	21,852,285	9.3
Other	35,192,814	25,113,479	40.1
Total Collections	\$321,177,977	\$282,977,585	13.5

	Fiscal Year Total (99/98)	Fiscal Year Total (98/97)	% change
Retained by State	\$2,343,550,350	\$2,158,492,673	8.6
Returned to Counties	402,712,676	375,772,251	7.2
Returned to Cities	248,526,707	231,900,920	7.2
Other	321,132,123	319,324,979	0.6
Total Collections	\$3,315,921,856	\$3,085,490,824	7.5

Transaction Privilege and Severance Tax Collections By Class

	Tax Rate	May 1999	% Chg	Fiscal Year Total	% Chg
Transporting/Towing	5%	(\$638,673)	N/A	\$2,555,160	(10.6)
Non-Metal Mining/Oil & Gas	3.125%	464,253	(25.6)	5,903,731	6.1
Utilities	5%	17,977,812	7.2	234,778,860	3.0
Communications	5%	10,997,387	31.3	98,644,051	13.0
Railroads/Aircraft	5%	102,120	(12.8)	1,697,846	(0.1)
Private Car/Pipelines	5%	(80,288)	N/A	686,296	18.4
Publishing	5%	418,114	(14.0)	5,321,105	5.5
Printing	5%	2,060,132	17.1	19,026,833	2.0
Restaurants/Bars	5%	26,073,448	10.9	249,110,473	7.6
Amusements	5%	3,111,431	(0.0)	31,381,682	0.6
Commercial Lease	0%	12,494	(85.9)	(284,599)	N/A

Rental of Personal	5%	13,895,478	(32.9)	144,636,247	8.4
Property					
Contracting	3.75% - 5%	44,568,448	21.5	457,931,416	17.0
Feed Wholesale	Repealed	(50)	N/A	1,207	N/A
Retail	5%	142,696,327	16.5	1,502,002,845	8.1
Advertising	0	0	N/A	(20)	N/A
Mining Severance	2.5%	1,480,523	(25.3)	17,076,287	(32.3)
Timber Severance	\$2.13/\$1.51 per 1000 board ft	1,292	N/A	38,059	(25.5)
Hotel/Motel	5.5%	9,225,509	0.0	84,194,498	3.6
Membership Camping	5%	5,584	(42.3)	80,003	7.2

	Tax Rate	May 1999	% Chg	Fiscal Year Total	% Chg
Use/Use Inventory	5%	13,103,177	17.0	135,110,781	8.6
Rental Occupancy Tax	3%	13,071	10.4	111,444	(8.1)
Jet Fuel Tax	\$.0305/\$.0105 gal	466,368	13.8	4,488,029	(1.2)
Total		\$285,953,956	10.9	\$2,994,492,233	8.3

The Use/Use Inventory category shown above includes jet fuel use tax. These collections include only the individual classes of transaction privilege tax, severance tax and use tax. The total does not include license fees or any other fees collected by the Department.

Transaction Privilege and Severance Tax Taxable Sales By Class¹

	May 1999	% Chg	Fiscal Year Total	% Chg
Transporting/Towing	(\$12,773,454)	N/A	\$51,103,194	(10.6)
Non-Metal Mining/Oil & Gas	14,856,104	(25.6)	188,919,392	6.1
Utilities	359,556,239	7.2	4,695,577,204	3.0
Communications	219,947,736	31.3	1,972,881,013	13.0
Railroads/Aircraft	2,042,407	(12.8)	33,956,917	(0.1)
Private Car/Pipelines	(1,605,769)	N/A	13,725,926	18.4
Publishing	8,362,279	(14.0)	106,422,098	5.5
Printing	41,202,649	17.1	380,536,660	2.0
Restaurants/Bars	521,468,968	10.9	4,982,234,544	7.6
Amusements	62,228,616	(0.0)	627,633,638	0.6
Commercial Lease	932,542	(60.5)	(138,791,285)	N/A
Rental of Personal Property	277,908,740	(32.9)	2,892,724,127	8.4
Contracting	891,369,547	21.5	9,158,680,611	17.0
Feed Wholesale	(10,606)	N/A	257,394	N/A
Retail	2,853,926,937	16.5	30,040,102,562	8.1
Advertising	0	N/A	(1,614)	N/A
Mining Severance	59,220,917	(25.3)	683,051,498	(32.3)
Timber Severance	0	N/A	0	N/A
Hotel/Motel	167,736,536	0.0	1,530,843,246	3.6
Membership Camping	111,672	(42.3)	1,600,050	7.2
Use/Use Inventory	261,634,183	17.0	2,694,153,259	8.6
Rental Occupancy Tax	435,696	10.4	3,714,803	(8.1)
Total	\$5,728,551,937	10.6	\$59,919,325,237	7.1

The Use/Use Inventory category shown above does not include jet fuel use tax. Since the jet fuel use tax is a gallonage tax, taxable income cannot be computed. A comparison can be made of gallons of jet fuel on which Arizona jet fuel tax or jet fuel use tax was paid. In May 1999, 15,994,597 gallons of jet fuel were taxed, a 14.2% increase from the 14,002,583 reported for April 1998. Timber Severance includes only sales subject to a repealed rate. The current tax is per board feet upon which taxable income cannot be computed.

Accounting Credit

Effective to taxable periods beginning from and after July 1, 1995, a credit equal to one percent of the amount of tax due, up to \$10,000 per calendar year, is allowed to businesses for expenses incurred during the accounting and reporting of Transaction Privilege Tax. The amount of accounting credits claimed in May 1999 was \$1,574,019 a 23.5% increase from the \$1,274,789 claimed in May 1998. Accounting credits claimed-to-date in FY 98/99 equals \$13,231,146 a 11.4% increase from the \$11,879,713 claimed to date in FY 97/98.

¹These Taxable Sales figures are calculated on a per return basis, by taking collections and dividing them by the appropriate tax rate. These figures may not match other Taxable Sales figures calculated on the aggregate.

Taxable Sales by SIC Code Range

The taxable sales by SIC (Standard Industrial Classification) Code ranges are an indicator of business occurring for that type of retail sale. Certain limitations must be understood when using this information.

The Department of Revenue assigns a SIC code to a business based on its primary type of business activity. A grocery store would be assigned a SIC code of 5411. A business that deals primarily with dairy products would have a SIC code of 5451. A problem arises with businesses which derive revenue from multiple business activities. For example, a store like Smitty's might be considered both a grocery store or a department store; however, all revenue would be reported under only one of the two possible codes. In summary, an accurate description of what this information represents would be: "These figures represent taxable retail sales for those businesses which have a primary SIC code falling within one designated range."

If the taxable sales for these ranges were added together, the total would not equal retail taxable sales. This is again due to the primary SIC code assignment. There are businesses making retail sales which do not have a primary retail SIC code.

<u>SIC Code Range</u>	<u>Description</u>	<u>May 1999</u>	<u>May 1998</u>	<u>% Chg</u>
5211-5271	building materials, hardware, garden supply & mobile home dealers	\$186,762,394	\$170,444,961	9.6%
5311-5399	general merchandise stores	\$277,541,594	\$277,529,560	0.0%
5411-5499	food stores (no food sales)	\$239,175,589	\$227,290,112	5.2%
5511-5521	motor vehicle dealers	\$497,766,696	\$426,386,755	16.7%
5531-5599	misc. automotive, motorcycle & boat stores	\$158,477,689	\$147,003,336	7.8%
5611-5699	apparel & accessory stores	\$168,754,819	\$160,921,897	4.9%
5712-5733	furniture, home furnishings & equipment stores	\$154,529,485	\$135,531,392	14.0%
5912-5949	misc. retail stores	\$207,352,579	\$187,177,861	10.8%
	TOTAL	\$2,853,926,537	\$2,448,681,110	16.5%

<u>SIC Code Range</u>	<u>Description</u>	<u>Fiscal Yr 1999</u>	<u>Fiscal Yr 1998</u>	<u>% Chg</u>
5211-5271	building materials, hardware, garden supply & mobile home dealers	\$1,652,845,169	\$1,499,033,645	10.3%
5311-5399	general merchandise stores	\$3,282,645,826	\$3,155,313,074	4.0%
5411-5499	food stores (no food sales)	\$2,519,687,474	\$2,403,018,574	4.9%
5511-5521	motor vehicle dealers	\$4,972,270,706	\$4,446,886,327	11.8%
5531-5599	misc. automotive, motorcycle & boat stores	\$1,569,244,852	\$1,470,633,166	6.7%
5611-5699	apparel & accessory stores	\$1,935,317,450	\$1,756,837,141	10.2%
5712-5733	furniture, home furnishings & equipment stores	\$1,657,892,820	\$1,516,340,990	9.3%
5912-5949	misc. retail stores	\$2,238,732,344	\$2,139,487,640	4.6%
	TOTAL	\$30,040,056,893	\$27,777,702,959	8.1%

Transaction Privilege and Severance Tax Returned to Counties

Taxpayers reported the following taxable transactions and tax collections by county. The share of the revenues returned to each county for May 1999 is shown in the County Share column.

	Dist. Base Collections	County Share	% of Total	FYTD County Share	% Chg
Apache	\$171,936	\$309,681	0.8	\$3,255,936	5.2
Cochise	1,323,858	744,484	1.9	7,656,629	6.3
Coconino	2,312,070	1,069,662	2.8	11,545,141	4.0
Gila	673,803	338,503	0.9	3,715,151	(2.6)
Graham	322,250	192,080	0.5	2,051,461	4.7
Greenlee	593,307	264,570	0.7	2,952,244	(16.2)
La Paz	211,625	117,951	0.3	1,299,436	7.8
Maricopa	65,062,066	24,491,868	63.3	253,382,650	8.4
Mohave	2,180,588	1,074,948	2.8	11,107,565	4.5
Navajo	1,202,480	595,337	1.5	6,517,291	5.9
Pima	14,286,116	6,085,925	15.7	63,881,919	6.5
Pinal	1,965,258	987,172	2.6	10,068,941	5.1
Santa Cruz	562,264	258,655	0.7	2,709,516	6.4
Yavapai	2,704,233	1,258,495	3.3	12,939,196	6.6
Yuma	1,950,546	906,794	2.3	9,629,601	6.4
Total	\$95,522,400	\$38,696,124		\$402,712,675	7.2

Transaction Privilege and Severance Tax Returned to Cities/Towns

The portion of transaction privilege and severance tax returned to each incorporated city or town for May 1999 is shown on Table 3, attached to this report.

County Tax Collections

The following county-imposed tax collections were received by the Department of Revenue during May 1999 and returned to the counties. County taxes in all but Coconino County are imposed at 10% of the state transaction privilege tax rate. Coconino's Excise Tax is 10% of the state rate, and its Jail Tax is 6% of the state rate. The stadium tax was imposed at 5% of the state rate. This rate completed its run in November, 1997. Collections received now should be for prior periods. The rental car surcharge in Maricopa County is \$2.50 per car and in Pima County is \$3.50 per car. The RV Surcharge is \$0.50/day on each lease or rental of a parking space for recreational vehicles.

	Road Tax	Excise Tax	Jail Tax	Rental Car Surcharge	Stadium Tax	RV Surcharge	Hospital Tax
Apache		\$48,970					
Cochise		\$387,401					
Coconino		\$641,527	\$383,476				
Gila	\$187,364	\$181,882					\$162
Graham		\$93,628					
Greenlee		\$43,662					
La Paz		\$60,976	\$61,054				
Maricopa	\$20,163,362		\$7,163,756	\$556,439	\$48,625		
Navajo		\$340,577					
Pima				\$145,639		\$11,863	
Pinal	\$577,300	\$545,982					
Santa Cruz		\$160,505					
Yavapai		\$764,144					
Yuma		\$545,821	\$542,600				

OTHER TAXES

Luxury Taxes

The following revenues were received from luxury taxes in May 1999. The table compares the receipts to May 1998 and also compares fiscal year (FY) totals. Figures may not add to total due to rounding.

	May 1999	May 1998	% Change
Spirituous	\$1,698,559	\$1,510,563	12.4%
Vinous	\$700,814	\$741,864	(5.5%)
Malt	\$1,930,279	\$1,797,767	7.4%
Cigarette	\$11,977,287	\$14,333,764	(16.4%)
Other Tobacco	\$318,796	\$294,919	8.1%
Tobacco	\$150	\$125	20%
Licenses			
Total	\$16,625,884	\$18,679,002	(11.0%)

	FY 1999	FY 1998	% Change
Spirituous	\$18,044,403	\$17,322,320	4.2%
Vinous	\$7,375,012	\$7,443,033	(0.9%)
Malt	\$18,809,594	\$17,724,115	6.1%
Cigarette*	\$146,047,977	\$147,463,738	(0.9%)
Other Tobacco	\$3,235,554	\$3,225,604	0.3%
Tobacco	\$7,000	\$6,600	6.1%
Licenses			
Total	\$193,519,540	\$193,185,410	0.2%

*In July, 1998, \$352,900 of Cigarette and Tobacco tax collections was allocated for administrative expenses and is not reflected in Fiscal year collections.

General Fund revenues from luxury taxes:

	May 1999	FY 1999
Spirituous	\$1,188,991	\$12,630,865
Vinous	\$174,926	\$1,839,378
Malt	\$482,570	\$4,702,397
Cigarette	\$3,317,930	\$39,788,365
Other Tobacco	\$49,413	\$501,511
Tobacco	\$150	\$7,000
Licenses		
Total	\$5,213,981	\$59,469,516

Other dedicated revenues from luxury taxes:

	May 1999	FY 1999
Correction Fund revenues	\$2,119,412	\$22,176,501
Health Care Fund revenues	\$8,464,585	\$103,513,308
Wine Promotional Fund revenues	\$556	\$8,389
Drug Treatment & Education Fund revenues	\$592,296	\$5,973,415
Corrections Revolving Fund revenues	\$235,055	\$2,373,115

Estate Tax

May 1999	\$5,336,845	Fiscal year To Date	\$79,502,424
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	May 1998	<u>\$4,693,524</u>	Fiscal year To Date	<u>\$54,136,886</u>
% Change		13.7%	% Change	46.9%

Private Car

	May 1999	\$0	Fiscal year To Date	\$1,441,440
	May 1998	<u>\$645</u>	Fiscal year To Date	<u>\$1,494,006</u>
% Change		(645%)	% Change	(3.5%)

Bingo

	May 1999	\$68,070	Fiscal year To Date	\$671,723
	May 1998	<u>\$49,839</u>	Fiscal year To Date	<u>\$708,621</u>
% Change		36.6%	% Change	(5.2%)

Unclaimed Property

	May 1999	(\$461,340)	Fiscal year To Date	\$10,644,694
	May 1998	<u>\$205,761</u>	Fiscal year To Date	<u>\$11,216,828</u>
% Change		N/A	% Change	(5.1%)

Please note that some totals throughout Tax Facts may not add due to rounding.
SOURCE: ECONOMETRICS SECTION, ARIZONA DEPARTMENT OF REVENUE

TABLE 2
Urban Revenue Sharing Returned to Cities/Towns
May 1999

City	Distribution	Population	City	Distribution	Population
<u>Apache County</u>			Scottsdale	\$1,399,341	168,176
Eagar	\$37,568	4,515	Surprise	89,339	10,737
Springerville	15,976	1,920	Tempe	1,279,897	153,821
St. Johns	27,958	3,360	Tolleson	36,911	4,436
<u>Cochise County</u>			Wickenburg	39,648	4,765
Benson	\$34,240	4,115	Youngtown	22,416	2,694
Bisbee	54,084	6,500	<u>Mohave County</u>		
Douglas	122,980	14,780	Bullhead City	\$224,159	26,940
Huachuca City	16,142	1,940	Colorado City	26,543	3,190
Sierra Vista	314,647	37,815	Kingman	139,530	16,769
Tombstone	11,691	1,405	Lake Havasu City	301,916	36,285
Willcox	29,397	3,533	<u>Navajo County</u>		
<u>Coconino County</u>			Holbrook	\$42,186	5,070
Flagstaff	\$453,311	54,480	Pinetop-Lakeside	27,467	3,301
Fredonia	10,401	1,250	Show Low	58,145	6,988
Page	66,150	7,950	Snowflake	34,281	4,120
Williams	22,383	2,690	Taylor	22,091	2,655
<u>Gila County</u>			Winslow	89,697	10,780
Globe	\$58,727	7,058	<u>Pima County</u>		
Hayden	7,572	910	Marana	\$50,873	6,114
Miami	16,974	2,040	Oro Valley	163,560	19,657
Payson	91,561	11,004	Sahuarita	19,229	2,311
Winkelman	5,625	676	South Tucson	45,364	5,452
<u>Graham County</u>			Tucson	3,695,535	444,138
Pima	15,393	1,850	<u>Pinal County</u>		
Safford	72,997	8,773	Apache Junction	\$162,462	19,525
Thatcher	32,925	3,957	Casa Grande	173,736	20,880
<u>Greenlee County</u>			Coolidge	58,702	7,055
Clifton	\$24,920	2,995	Eloy	74,179	8,915
Duncan	0.00	735	Florence	94,773	11,390
<u>La Paz County</u>			Kearny	20,427	2,455
Parker	\$24,546	2,950	Mammoth	16,309	1,960
Quartzsite	16,683	2,005	Superior	28,998	3,485
<u>Maricopa County</u>			<u>Santa Cruz County</u>		
Avondale	\$189,470	22,771	Nogales	\$171,864	20,655
Buckeye	40,414	4,857	Patagonia	7,863	945
Carefree	19,021	2,286	<u>Yavapai County</u>		
Cave Creek	25,594	3,076	Camp Verde	\$62,114	7,465
Chandler	1,101,327	132,360	Chino Valley	52,237	6,278
El Mirage	47,769	5,741	Clarkdale	21,634	2,600
Fountain Hills	117,705	14,146	Cottonwood	54,459	6,545
Gila Bend	14,536	1,747	Jerome	3,828	460
Gilbert	493,733	59,338	Prescott	258,657	31,086
Glendale	1,519,483	182,615	Prescott Valley	133,489	16,043
Goodyear	76,966	9,250	Sedona	74,004	8,894
Guadalupe	45,414	5,458	<u>Yuma County</u>		
Litchfield Park	31,111	3,739	San Luis	\$66,782	8,026

Mesa	2,813,367	338,117	Somerton	48,460	5,824
Paradise Valley	103,576	12,448	Wellton	9,369	1,126
Peoria	620,432	74,565	Yuma	522,473	62,792
Phoenix	9,563,944	1,149,417			
Queen Creek	25,561	3,072	TOTAL	\$28,359,221	3,409,012

TABLE 3

Transaction Privilege and Severance Tax Returned to Cities/Towns

May 1999

City	Distribution	Population	City	Distribution	Population
<u>Apache County</u>			Queen Creek	\$21,520	3,072
Eagar	\$31,628	4,515	Scottsdale	1,178,096	168,176
Springerville	13,450	1,920	Surprise	75,214	10,737
St. Johns	23,537	3,360	Tempe	1,077,537	153,821
<u>Cochise County</u>			Tolleson	31,075	4,436
Benson	\$28,826	4,115	Wickenburg	33,379	4,765
Bisbee	45,533	6,500	Youngtown	18,872	2,694
Douglas	103,536	14,780	<u>Mohave County</u>		
Huachuca City	13,590	1,940	Bullhead City	\$188,718	26,940
Sierra Vista	264,899	37,815	Colorado City	22,346	3,190
Tombstone	9,842	1,405	Kingman	117,469	16,769
Willcox	24,749	3,533	Lake Havasu City	254,181	36,285
<u>Coconino County</u>			<u>Navajo County</u>		
Flagstaff	\$381,640	54,480	Holbrook	\$35,516	5,070
Fredonia	8,756	1,250	Pinetop/Lakeside	23,124	3,301
Page	55,691	7,950	Show Low	48,952	6,988
Williams	18,844	2,690	Snowflake	28,861	4,120
<u>Gila County</u>			Taylor	18,599	2,655
Globe	\$49,442	7,058	Winslow	75,515	10,780
Hayden	6,375	910	<u>Pima County</u>		
Miami	14,290	2,040	Marana	\$42,829	6,114
Payson	77,085	11,004	Oro Valley	137,700	19,657
Winkelman	4,735	676	Sahuarita	16,189	2,311
<u>Graham County</u>			South Tucson	38,192	5,452
Pima	\$12,960	1,850	Tucson	3,111,248	444,138
Safford	61,456	8,773	<u>Pinal County</u>		
Thatcher	27,719	3,957	Apache Junction	\$136,775	19,525
<u>Greenlee County</u>			Casa Grande	146,267	20,880
Clifton	\$20,980	2,995	Coolidge	49,421	7,055
Duncan	5,149	735	Eloy	62,451	8,915
<u>La Paz County</u>			Florence	79,789	11,390
Parker	\$20,665	2,950	Kearny	17,198	2,455
Quartzsite	14,045	2,005	Mammoth	13,730	1,960
<u>Maricopa County</u>			Superior	24,413	3,485
Avondale	\$159,514	22,771	<u>Santa Cruz County</u>		
Buckeye	34,024	4,857	Nogales	\$144,691	20,655
Carefree	16,014	2,286	Patagonia	6,620	945
Cave Creek	21,548	3,076	<u>Yavapai County</u>		
Chandler	927,200	132,360	Camp Verde	\$52,293	7,465
El Mirage	40,217	5,741	Chino Valley	43,978	6,278

Fountain Hills	99,095	14,146	Clarkdale	18,213	2,600
Gila Bend	12,238	1,747	Cottonwood	45,849	6,545
Gilbert	415,671	59,338	Jerome	3,222	460
Glendale	1,279,243	182,615	Prescott	217,762	31,086
Goodyear	64,798	9,250	Prescott Valley	112,383	16,043
Guadalupe	38,234	5,458	Sedona	62,304	8,894
Litchfield Park	26,192	3,739	<u>Yuma County</u>		
Mesa	2,368,556	338,117	San Luis	\$56,223	8,026
Paradise Valley	87,200	12,448	Somerton	40,798	5,824
Peoria	522,338	74,565	Wellton	7,888	1,126
Phoenix	8,051,825	1,149,417	Yuma	439,867	62,792
			TOTAL	\$23,880,600	3,409,012

Econometrics
Arizona Department of Revenue
1600 W. Monroe
Phoenix, AZ 85007